Oilseeds Domestic Fundamentals: Soybean Indore plant prices remained steady amid steady supply as compared to previous day in Madhya Pradesh. However, In Jaipur, RM seed prices went down despite tight supply.

SOPA- Crop condition of Maharashtra is better than that of Madhya Pradesh. “There are reports of crop damage due to moisture stress in many parts of Madhya Pradesh but, as of now, Maharashtra’s crop condition is good. However, a lot depends on the progress of monsoon

Indian government is set to launch an oil seeds mission owing to the recurring instances over decades of surging edible oil prices stoking food inflation and high imports of these items straining the country’s current account. The mission will encompass investments of Rs 11000 crore in the cooking oil eco system.

As per estimates approximately 75-80% RM Seed crushing have been completed while more than 90% soybean crushing have been completed, inventory remains tight in the country.

Soybean sowing As On 06 Aug (Area In lakh Ha)					
	Normal Area	2019-20	2020-21	% Change	% of total sowing (2020-21)
Madhya Pradesh	55.86	57.81	51.67	-11%	45%
Maharashtra	38.8	41.8	44.48	6%	39%
Rajasthan	10.39	10.33	10.39	1%	9%
Karnataka	2.84	3.21	3.78	18%	3%
Gujrat	1.16	1.47	2.19	49%	2%
Telangana	1.98	1.59	1.39	-13%	1%
Others	1.85	1.866	1.24	-34%	1%
Total	112.88	118.076	115.14	-2%	100%

Groundnut sowing As On 06 Aug (Area In lakh Ha)					
	Normal Area	2019-20	2020-21	% Change	% of total sowing (2020-21)
Gujrat	15.74	20.37	18.93	-7%	43%
Rajasthan	6.23	7.06	7.49	6%	17%
Karnataka	4.12	3.57	3.66	3%	8%
Maharashtra	2.27	1.88	1.91	2%	4%
Madhya Pradesh	2.28	2.54	3.82	50%	9%
Tamilnadu	2.02	2.12	1.71	-19%	4%
Andhra Pradesh	7.03	6.93	4.082	-41%	9%
Others	2.01	2.6	2.788	7%	6%
Total	41.7	47.07	44.39	-6%	100%

International Oilseeds Fundamentals:

China's July soybean imports fall on year on weak crushing margins.
The world's top buyer of the oilseed brought in 8.67 million tonnes of soybeans in July, down 14.1% from 10.09 million tonnes the previous year.

Brazilian soybean exports reached 11.1 mmt in Jun 2021, 13% down from Jun 2020. Accum Jan-Jun 2021 at 59.4 mmt vs 58.8 mmt a year ago.

In recent USDA Aug report, USDA slashed 2-million-ton in U.S. 2021-22 soybean production to 118 million MT, However Argentina and Brazil soybean 2021-22 production figures remain unchanged to 52 and 144 million metric tons respectively.

China's June soybean imports jump 11.6% from May on surging demand.

• 10.7 mmt June (+11.6% mom) (-4% yoy)
• Jan-Jun totals 49 mmt (+9% yoy)
• Recovery from ASF boosting soy demand Pig herd to cross 440M heads in 2021 (+22% yoy)

NOPA crush increased this month but was below expectations at 155.105 mln bushels. Estimates were between 156.2 and 164 million bushels, with the average at 159.062. This crush is up 2% from last month, but a 10% decrease from last year.

As per recent USDA Aug'21 report, Soybean production in the world is likely to increase to 383.63 million tonnes in next season (September- 2021- August 2020) in expectation of higher crop size in US and India. Total crop size in India may stand higher by 750,000 tonnes to 11.2 Million tonnes against 10.45 Million tonnes in this season. Higher soybean prices in this season will encourage farmers in India to cover higher soybean area.

As of July 29, Ukrainian farmers had completed the harvest on 568,500 ha, 56.5% of the expected area, and gathered 1.48 million mt of rapeseed. The Ukrainian export potential of rapeseeds this season, according to USDA expectations, will increase to 2.7 million mt, which is 10.7% higher than the 2020/21 season, but below the record of 3 million mt in the 2019/20 season.

In the Aug'21 report, the USDA has kept India's 2021/22 rapeseed production estimates unchanged at 8.5 million tonnes compared to previous month. However, Canada's rapeseed production estimates eased to 16 million tonnes as compared to 20.20 million tonnes last month. Canadian canola production is lowered because as early-season drought conditions impact yields and offset an increase to area. Further, EU production estimates remain unchanged to 17.00 million tonnes million tonnes last month and for China, the estimates remain unchanged to 14.00 million tonnes. The global 2020/21 rapeseed production estimate decreased to 69.97 million tonnes vs 74.14 million tonnes in the previous month. World 2021/22 rapeseed meal production estimate eased at 39.69 million tonnes vs 41.29 million tonnes in its previous estimate.

Officials in Argentina's have ordered obligatory talks amid protesting port workers and companies to try and end a ports obstruction that is preventing grain shipments, Workers represented by the UOCRA union claim that construction companies serving agro-export companies pay higher wages at the port facilities. Argentina is the world's top exporter of soybean meal and a major international soybean.

The Argentina government approved a measure allowing a reduction in the amount of soy-based biofuel to be mixed into diesel. The new law will likely show a minimum use of biodiesel of 5%, and could drop to 3%, from a 10% blend previous. Lowering the blend rate is likely to spark a jump in soybean oil exports.

The Brazilian government raised the mandatory blend of biodiesel into diesel to 12% from 10%, below this year's target of 13% in a bid to rein in fuel inflation amid high soybean prices.

The heavy rains that pounded Henan province in central China will cause damage to some hog farms in the major pork-producing region and potentially trigger fresh cases of African swine fever.

Canola futures soared recent week because of heatwave looked to affect harvest scenario for canola in Canada. High temperature forecast in coming weeks may cause the canola flowers to drop prematurely, lead to drop in yield. Canadian farmers planted an estimated 22.5 million acres of canola for the 2021-22 crop year, the highest since 2018. This is up from the April forecast of 21.5 million acres and up 8.2% from last year.

Outlook: Soybean (plant delivery, Indore) prices are likely to remain firm, however arrival has gone down at all trading markets, inventory remain tight in the country amid tight global dynamics. The prices are expected to be in the range of 8,500 – 9,500/qtl. levels in the near-term.

NCDEX Soybean Futures:

Contract	+/-	Open	High	Low	Close
Sept-21	+1.93	7336	7900	7335	7505
Oct-21	+2.64	6000	6440	6000	6097
Nov-21	+1.11	6000	6148	5969	5953

Contract	Volume	Change	OI	Change
Sept-21	13675	2,650	20045	1500
Oct-21	4495	1,455	12425	1050
Nov-21	1550	535	6210	450

Spread	Sept-21	Oct-21	Nov-21
Basis	9100		
Sept-21	1595		
Oct-21		3003	
Nov-21			3147

**Far Month Contract - Near Month Contract. Basis: Spot –Future (Indore).*

Stocks	Demat	In-Process	Total	FED
	18-Aug-21	18-Aug-21	18-Aug-21	16-Aug-21
Akola	-	-	-	60
Indore	-	-	-	-
Kota	330	5	335	330
Sagar	-	-	-	-
Nagpur	-	-	-	-

SBN Fed Stocks Expiry on ----
RM Seed Fed Stocks Expiry on ----

NCDEX RM Seed Futures:

Contract	+/-	Open	High	Low	Close
Sept-21	+0.14	7757	7939	7756	7821
Oct-21	+0.09	7827	7970	7800	7872
Nov-21	+0.20	7840	8025	7840	7909

Contract	Volume	Change	OI	Change
Sept-21	29650	-1,380	38460	10
Oct-21	6310	-170	17970	-180
Nov-21	2110	-600	8090	-430

Spread	Sept-21	Oct-21	Nov-21
Basis	7987		
Sept-21	166		
Oct-21		115	
Nov-21			78

**Far Month Contract - Near Month Contract. Basis: Spot – Future (Jaipur).*

Stocks	Demat	In-Process	Total	FED
	17-Aug-21	17-Aug-21	17-Aug-21	16-Aug-21
Sri Ganganagar	1657	30	1687	1657
Bharatpur	-	-	-	-
Bikaner	690	-	690	-
Kota	5291	91	5382	5291
Jaipur	11349	90	11439	11348
Alwar	279	-	279	279
Hapur	-	-	-	-

RMS Fed Stocks Expiry on ---

Oilseed Prices at Key Spot Markets:

Commodity / Centre	Prices (Rs/Qtl)				Change
Soybean	19-Aug-21		18-Aug-21		
	Low	High	Low	High	
Indore –Plant	9000	9200	9000	9200	Unch
Indore–Mandi	8800	9000	8800	9000	Unch
Nagpur-Plant	9000	9600	9000	9600	Unch
Nagpur – Mandi	8000	8200	8000	8200	Unch
Latur – Mandi	Closed	Closed	8000	9300	-
Akola – Mandi	7900	8800	7900	8800	Unch
Kota-Plant	8900	9200	9000	9300	-100
Kota – Mandi	8700	9000	8800	9100	-100
Bundi-Plant	8800	9100	8900	9200	-100
Bundi-Mandi	8300	8900	8400	9000	-100
Baran-Plant	8885	8985	8975	9075	-90
Baran-Mandi	8485	8785	8575	8875	-90
Bhawani Mandi Jhalawar–Plant	9000	9100	9000	9200	-100
Jhalwar-Mandi	8500	8800	8500	8900	-100
Rapeseed/Mustard					
Jaipur-(Condition)	7950	7975	7975	8000	-25
Alwar-(Condition)	7700	7750	7700	7750	Unch
Sri Ganganagar-(Non-Condition)	7300	7350	7300	7350	Unch
New Delhi–(Condition)	7800	7900	7800	7900	Unch
Kota-(Condition)	7250	7350	7450	7550	-200
Agra-(Condition)	7905	8048	7905	8048	Unch
Neewai-(Condition)	7100	7450	7150	7500	-50
Hapur (UP)-(Condition)	7600	7700	7600	7700	Unch
Groundnut Seed					
Rajkot	1250	1250	1170	1170	80
Sunflower Seed					
Gulbarga	NA	NA	NA	NA	-
Latur	7100	7200	7200	7300	-100
Sholapur	7100	7200	7200	7300	-100

Soybean Prices are in INR/qtl. (1 bag=90 kg). Mandi prices – Loose, Mustard Seed Prices are in INR/qt (1 bag=85 kg) C – Condition (42%), *Groundnut seed in Rs/20 kg, Sunflower Seed in Rs/qtl.

Oilseed Arrivals in Key Centers:

Commodity / Centre	Arrivals in Bags/Qtl		Change
Soybean	**19-Aug-21**	**18-Aug-21**	
Madhya Pradesh	17000	17000	Unch
Maharashtra	13000	13000	Unch
kota	9050	9150	-100
Bundi (Raj)	120	250	-130
Baran (Raj)	1000	1700	-700
Jhalawar (Raj)	300	300	Unch
Rapeseed/Mustard			
Rajasthan	75000	90000	-15000
Alwar	2800	3200	-400
Sri Ganganagar	500	700	-200
Kota	600	500	100
Groundnut Seed			
Rajkot (Gujarat)	100	200	-100
Sunflower Seed			
Sholapur (Maharashtra)	1000	1000	Unch

Other Oilseed Prices at Mumbai (INR/100 Kg):

Oilseeds	19-Aug-21	18-Aug-21	Change
Groundnut Kernel	7675	7700	-25
Gr. Bolds 60/70	9100	9100	Unch
Gr. Javas 60/70	9950	9950	Unch
Gr Javas 70/80	9650	9650	Unch
Gr.Javas 80/90	9350	9350	Unch
KardiSeed 2% Exp Qly	5500	5500	Unch
Sesame White 98/2/1 FM	8500	8500	Unch
Whitish 95/5/FFA/1FM	8300	8300	Unch
Brown 48/2 FFA/4 FM	8200	8200	Unch
Brown 48/3 FFA/4 FM	8100	8100	Unch
Brown 48/4 FM/* No FFA Guarantee	7700	7700	Unch
Sunflower Seed	7200	7200	Unch
Niger Seed (4% FM)	8500	8500	Unch